

TINH THUONG FOUNDATION LIMITED

ACN 108 236 755

AUDITED FINANCIAL STATEMENTS

30 JUNE 2019

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TINH THUONG FOUNDATION LIMITED
("The Foundation")
DIRECTORS' REPORT

The Directors submit this report which forms part of the audited financial report of The Foundation for the year ended 30 June 2019.

Directors

The names of the Directors in office at any time during and since the end of the year are:

Tuyen Hong Dang
Hung Xuan Chau
Thanh Van Le

The directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following persons held the position of entity secretary at the end for the financial year:

Minh Tuong To Nguyen

Principal Activities and Objectives

The Foundation, is a company limited by guarantee that was registered on 4 March 2004 and commenced operations on 15 October 2004. According to The Foundation's Constitution each member may be required to contribute a maximum of \$20 in the event of wind-up.

The principal activities of The Foundation include raising funds through donations, appeals and sponsorships and providing these funds and other assistance to disadvantaged and impoverished Vietnamese with priority to invalid veterans of the Army of the Republic of Vietnam (ARVN).

Review of Operations and Results

The profit from ordinary activities for the period under review amounted to \$32,438 (2018 loss: \$11,726). The operating results are fully set out in the statement of comprehensive income and require no further comment or elucidation.

Directors have determined that donations and sponsorships monies received by the Foundation do not constitute assessable income under Australian income tax law.

Dividends Paid or Recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Significant Changes in State of Affairs

No significant change in the nature of these activities occurred during the year.

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

TINH THUONG FOUNDATION LIMITED
("The Foundation")

DIRECTORS' REPORT (Continued)

After Balance Date Events

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Future Developments

The entity expects to maintain the present status and level of operations and hence there are no likely developments in the entity's operations that are expected to change this status.

Options

No options over shares or interest in the entity were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

Information on Directors

Tuyen Dang

Qualifications Bachelor of Engineering (Civil)

Experience Joined the Board in 2004 (Founding Board Member) has 12 years engineering experience with local government and more recently has been running his own civil engineering business for a number of years.

Hung Xuan Chau

Qualifications Bachelor of Business, Post Grad (Tax) Master (Tax)

Experience Joined the Board in 2004 (Founding Board Member)
Senior Technical Officer, Australian Taxation Office
Director, Archive of Vietnamese Boat People - Victoria Chapter
President, Vietnamese Community in Australia, Victoria Chapter (2003-2005)
General Secretary, Vietnamese Association of Victoria (1999 - 2003)

Thanh Van Le

Experience Joined the Board in 2011.
Contractor in trucking industry
Active and committed volunteer with the Foundation since inception.
Active participant with Chanh Dao Buddhist Youth Association since 1993.

**TINH THUONG FOUNDATION LIMITED
("The Foundation")**

DIRECTORS' REPORT (Continued)

Meeting of Directors

The number of Board meetings held and number of meetings attended by each of the Directors of The Foundation during the financial period are:

Board Meetings During Period Under Review

| Director | Held | Attended |
|-----------------|-------------|-----------------|
| Tuyen Hong Dang | 3 | 2 |
| Hung Xuan Chau | 3 | 3 |
| Thanh Van Le | 3 | 2 |

Directors and Officers Indemnification

No indemnities have been given or insurance premiums paid, during or since the end of the financial period, for any person who is or has been an officer or auditor of the company.

Signed in accordance with a resolution of the Board of Directors.



HUNG XUAN CHAU
Director



TUYEN HONG DANG
Director

Dated 21 November 2019

**TINH THUONG FOUNDATION LIMITED
("The Foundation")**

Auditor's Independence Declaration

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Tinh Thuong Foundation Limited. As the lead auditor for the audit of the financial report of Tinh Thuong Foundation Limited for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- i) the auditor's independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii) any applicable code of professional conduct in relation to the audit.

COSTER GALGUT PTY LTD



LINDSAY COSTER

**39 Clunies Ross Crescent
Mulgrave Vic 3170**

Dated 21 November 2019

TINH THUONG FOUNDATION LIMITED

**STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019**

| | 2019 | 2018 |
|--|----------------------|------------------------|
| | \$ | \$ |
| Donations | 106,352 | 85,594 |
| Membership Fees | - | 280 |
| Administration Expenses | (9,164) | (16,173) |
| Fund Raising Expenses | (4,750) | (727) |
| Beneficiary Payments | (60,000) | (80,700) |
| Net Operating Surplus (Loss) | <u><u>32,438</u></u> | <u><u>(11,726)</u></u> |
| Total Comprehensive Surplus (Loss) for the Year | <u><u>32,438</u></u> | <u><u>(11,726)</u></u> |

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

| | 2019 | 2018 |
|-------------------------------|----------------------|----------------------|
| | \$ | \$ |
| Retained Earnings | | |
| Balance at beginning of year | 46,004 | 57,730 |
| (Loss) Surplus for year | 32,438 | (11,726) |
| Balance at end of year | <u><u>78,442</u></u> | <u><u>46,004</u></u> |

These financial statements should be read in conjunction with the accompanying notes.

TINH THUONG FOUNDATION LIMITED

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

| | 2019 \$ | 2018 \$ |
|---------------------------------|----------------------|----------------------|
| ASSETS | | |
| Cash at Bank | 79,328 | 46,953 |
| Total Cash or Cash Equivalent | <u>79,328</u> | <u>46,953</u> |
| Goods & Services Tax Refundable | 976 | 832 |
| Total Assets | <u>80,304</u> | <u>47,785</u> |
| CURRENT LIABILITIES | | |
| Sundry Creditors | 1,862 | 1,781 |
| Net Assets | <u>78,442</u> | <u>46,004</u> |
| EQUITY | | |
| Retained Earnings | <u>78,442</u> | <u>46,004</u> |

These financial statements should be read in conjunction with the accompanying notes.

TINH THUONG FOUNDATION LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

| | 2019 \$ | 2018 \$ |
|---|---------------|-----------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from Donations | 106,352 | 85,594 |
| Membership Fees | 0 | 280 |
| Payments to Suppliers | (14,058) | (16,780) |
| Payments to Invalid Veterans | (60,000) | (80,700) |
| Cash flows from Operating Activities | <u>32,294</u> | <u>(11,606)</u> |
| Increase in Sundry Creditors | 81 | 254 |
| Net Decrease in Cash During Year | <u>32,375</u> | <u>(11,352)</u> |
| Cash and Cash Equivalents at Beginning of Year | 46,953 | 58,305 |
| Cash and Cash Equivalents at End of Year | <u>79,328</u> | <u>46,953</u> |

These financial statements should be read in conjunction with the accompanying notes.

TINH THUONG FOUNDATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2019

The financial statements cover Tinh Thuong Foundation Limited as an individual entity, incorporated and domiciled in Australia. Tinh Thuong Foundation Limited is a company limited by guarantee.

Note 1: Statement of Significant Accounting Policies

The directors have prepared the financial statements on the basis that the Foundation is a non-reporting entity because there are no users who are dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Australian Charities and Not-for-profits Act 2012, Collections Act (1966) and Collections Regulations (2008) of the State of Queensland.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial report has been prepared in accordance with the following Australian Accounting Standards:

AASB 101, Presentation of Financial Statements
AASB 107, Statement of Cash Flows
AASB 108, Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031, Materiality
AASB 1048, Interpretation of Standards
AASB 1054, Australian Additional Disclosures

a. Revenue

Donations are recognised as revenue when received.

b. Cash and Cash Equivalents

Cash at bank is stated at nominal value.

c. Income Tax Exemption

The Foundation is endorsed as an income tax exempt entity by the Australian Taxation Office.

d. Goods and Services Tax

The Foundation is endorsed by the Australian Taxation Office to access GST charity concessions. GST has been claimed by the company and operating expenses for the current year are reported on a GST exclusive basis.

TINH THUONG FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2019

Note 2: Reconciliation of cash flows from operating activities with net current year surplus

| | 2019 | 2018 |
|---|---------------|-----------------|
| | \$ | \$ |
| Net current year surplus | 32,438 | (11,726) |
| Increase (decrease) in accounts payable | 81 | 254 |
| (Increase) decrease in GST receivable | (144) | 120 |
| Net cash flows for year | <u>32,375</u> | <u>(11,352)</u> |

Note 3: Members' Guarantee

The Foundation is a company limited by guarantee. In the event that the Foundation is wound up, the Constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding obligations of The Foundation. At 30 June 2019 the number of members was 11, (2018:11).

Note 4: Entity Details

The registered office of the Entity is:

8 Lexton Road
Box Hill North Victoria 3129

The principal place of business is:

8 Lexton Road
Box Hill North Victoria 3129

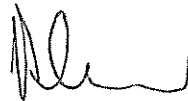
TINH THUONG FOUNDATION LIMITED
("The Foundation")
DIRECTORS' DECLARATION

The directors of Tinh Thuong Foundation Limited, declare that in the directors' opinion:

- 1 The financial statements and notes, comply with applicable Australian Accounting Standards and give a true and fair view of the financial position Tinh Thuong Foundation Limited as at 30 June 2019 and its performance for the year ended on that date.
- 2 This declaration is signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for profits Commission Regulation 2013.
- 3 There are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable.



HUNG XUAN CHAU
Director



TUYEN HONG DANG
Director

Dated 21 November 2019

**TINH THUONG FOUNDATION LIMITED
("The Foundation")**

**RESPONSIBLE PERSONS' DECLARATION - per section 60.15 of the
Australian Charities and Not-for-profits Commission Regulation 2013**

The responsible persons declare that in the responsible persons' opinion:

The Directors of the company declare that:

- a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- b) the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission regulation 2013.



HUNG XUAN CHAU
Director



TUYEN HONG DANG
Director

Dated 21 November 2019



COSTER GALGUT PTY LTD

ABN 66 005 054 866

CHARTERED ACCOUNTANTS

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Email admin@costergalgut.com.au
Website www.costergalgut.com.au

INDEPENDENT AUDIT REPORT TO MEMBERS OF TINH THUONG FOUNDATION LTD

Opinion

We have audited the accompanying financial report of Tinh Thuong Foundation Ltd (the registered entity) which comprises the Statement of Financial Position as at 30 June 2019, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, Notes to the financial statements comprising a summary of significant accounting policies, Directors' Declaration and the Responsible Entities' Declaration.

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion section of our report, the accompanying financial report of Tinh Thuong Foundation Ltd is in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of registered entity's financial position as at 30 June 2019 and of its financial performance for the year then; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 to the financial statement, Corporations Regulations 2001 and Division 60 of the Australian Charities and Not-for-Profits Commission Regulation 2013.

Basis for Qualified Opinion

Cash donations are a significant source of fundraising revenue for Tinh Thuong Foundations Ltd. Tinh Thuong Foundation Ltd has determined that it is impracticable to establish control over the collection of cash donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to cash donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the recorded cash donations of Tinh Thuong Foundation Ltd are complete.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES: 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling Tinh Thuong Foundations Ltd's requirements under the Australian Charities and Not-for-profits Commission ACT 2012 the Collections Act (1966) and Collections Regulations (2008) of the State of Queensland. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

'Liability limited by a scheme approved under Professional Standards Legislation'

Responsibility of the Responsible Entities' for the Financial Report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission ACT 2012 and is appropriate to meet the needs of its members. The responsible entities responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible entities are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable matters relating to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

The responsible entities are responsible for overseeing the registered entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material, if individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- * Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- * Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing opinion on the effectiveness of the registered entity's internal control.
- * Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the responsible entities.
- * Conclude on the appropriateness of responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- * Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

* Obtain sufficient appropriate audit evidence regarding the financial information of the registered entity or business activities within the registered entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the registered entity audit. We remain solely responsible for our audit opinion.

We communicate with responsible entities regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

COSTER GALGUT PTY LTD

A handwritten signature in black ink, appearing to read 'L. Coster', with a long horizontal flourish extending to the right.

LINDSAY COSTER
39 Clunies Ross Crescent
Mulgrave Vic 3170

Dated 21 November 2019